

**House File 2055 - Introduced**

HOUSE FILE 2055

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**A BILL FOR**

1 An Act relating to eligible lenders for the home ownership  
2 assistance program for military members.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 16.54, subsection 4, paragraphs a and b,  
2 Code 2009, are amended to read as follows:

3 a. The person eligible for the program shall, for financed  
4 home purchases that close on or after July 1, 2008, use a  
5 lender that participates in the authority's applicable programs  
6 for first-time homebuyers or a lender approved by the authority  
7 under subsection 4A.

8 b. If the person eligible for the program is a first-time  
9 homebuyer, then, for financed home purchases that close on or  
10 after July 1, 2008, the eligible person shall participate, if  
11 eligible to participate, in one of the authority's applicable  
12 programs for first-time homebuyers. However, a person eligible  
13 for the program may use a lender that does not participate in  
14 the authority's applicable programs for first-time homebuyers  
15 if such lender is approved by the authority under subsection  
16 4A.

17 Sec. 2. Section 16.54, Code 2009, is amended by adding the  
18 following new subsection:

19 NEW SUBSECTION. 4A. A person eligible for the program  
20 may submit an application to the authority for approval of  
21 a lender, even if such lender does not participate in the  
22 authority's applicable programs for first-time homebuyers.  
23 The authority shall have discretion to approve or disapprove  
24 any application under this subsection. The authority shall  
25 prescribe a form for such applications.

26 EXPLANATION

27 This bill allows eligible persons for the home ownership  
28 assistance program for military members to submit an  
29 application for approval of a lender other than those lenders  
30 who participate in the Iowa finance authority's applicable  
31 programs for first-time homebuyers. The bill gives the Iowa  
32 finance authority discretion to approve or disapprove an  
33 application to use an alternative lender. The bill also  
34 requires the Iowa finance authority to prescribe a form for  
35 such applications.